



STAFF REPORT

Report To: Board of Supervisors

Meeting Date: 01/04/2018

Staff Contact: Jason Link, Chief Financial Officer

Agenda Title: PUBLIC HEARING: Public hearing pursuant to NRS 244A and 350.020(3) concerning the proposed issuance by Carson City, Nevada of its General Obligation (Limited Tax) Sewer Bonds (Additionally Secured by Pledged Revenues), Series 2018A, in the aggregate principal amount not to exceed \$4,875,000 for the purpose of financing sewer projects for the City; and paying the related issuance costs. (Jason Link, jlink@carson.org)

Staff Summary: NRS 244A and 350.020(3) require that a public hearing be held before the Carson City, Nevada General Obligation Sewer Bonds, Series 2018A can be issued. Notice was published in the Nevada Appeal on November 26, 2017, December 3, 2017, and December 10, 2017 indicating the City's intent to hold this public hearing.

Agenda Action: Other/Presentation

Time Requested: 5 minutes

Proposed Motion

No action need be taken. Open for public comment.

Board's Strategic Goal

Sustainable Infrastructure

Previous Action

08/03/2017 - The Board directed Staff to begin the process of pursuing a 20 year bond in the amount of \$4,875,000 to support stormwater capital expenses. A one-time Stormwater rate increase of 30 percent will be used to support the debt services of the bond.

10/19/2017 - The Board approved Resolution #2017-R-36, a resolution directing staff to notify the Debt Management Commission of the City's intent to issue sewer general obligation bonds, in an amount not to exceed \$4,875,000.

11/07/2017 - Debt Management Commission approved the proposed issuance of sewer general obligation bonds.

11/16/2017 - The Board approved Resolution #2017-R-40, a resolution of intent, proposing the issuance of, and authorizing the publication of notices relating to general obligation (limited tax) sewer bonds (additionally secured by pledged revenues), in the aggregate principal amount not to exceed \$4,875,000, for the purpose of financing sewer projects for the City; providing the manner, form and contents of the notices; authorizing the City Manager or the City Chief Financial Officer to arrange for the sale of the Bonds; and providing an effective date.

11/26/2017 - Publication of Resolution of Intent in Nevada Appeal

Background/Issues & Analysis

Applicable Statute, Code, Policy, Rule or Regulation

NRS 244A and 350.020(3).

Financial Information

Is there a fiscal impact? Yes No

If yes, account name/number: Estimated annual debt service payments of approximately \$367,000 in principal and interest for 20 years from the Stormwater Drainage Fund.

Is it currently budgeted? Yes No

Explanation of Fiscal Impact: We will augment the FY 2018 Budget for the amount of the bond proceeds, issuance costs and debt service associated with the issuance of the debt, as these amounts were unknown at the time we prepared the budget.

Alternatives

Elect to pursue other financing options for the stormwater capital program.

Board Action Taken:

Motion: _____

- 1) _____
- 2) _____

Aye/Nay

(Vote Recorded By)



580 Mallory Way, Carson City, NV 89701
P.O. Box 1888 Carson City, NV 89702
(775) 881-1201 FAX: (775) 887-2408

Customer Account #: 1060825

Legal Account

CARSON CITY CLERK,
885 EAST MUSSER ST, STE 1032
CARSON CITY, NV 89701
Attn: Kathy King

Bailee Liston says:

That (s)he is a legal clerk of the
Nevada Appeal,
a newspaper published Tuesday through Sunday
at Carson City, in the State of Nevada.

Copy Line

go sewer bonds Hearing

PO#:

Ad #: 0000151659-01

of which a copy is hereto attached, was published
in said newspaper for the full required period of
3 time(s) commencing on **11/26/2017,**
and ending on **12/10/2017,** all days inclusive.

Bailee Liston

Signed: _____

Date: 12/11/2017 State of Nevada, Carson City

This is an Original Electronic Affidavit.

Price: \$ 975.76

Proof and Statement of Publication

Ad #: 0000151659-01

NOTICE OF PUBLIC HEARING ON THE INTENT OF CARSON CITY, NEVADA, TO ISSUE GENERAL OBLIGATION (LIMITED TAX) SEWER BONDS (ADDITIONALLY SECURED BY PLEDGED REVENUES).

NOTICE IS HEREBY GIVEN that the Board of Supervisors (the "Board") of Carson City (the "City"), Nevada, by a resolution, passed, adopted, signed and approved on November 16, 2017, and designated in Section 1 thereof by the short title "2017 Resolution of Intent to Issue Sewer Bonds" has proposed the issuance of the City's general obligation (limited tax) sewer bonds (additionally secured by pledged revenues) (the "Bonds") designated below, as follows:

GENERAL OBLIGATION SEWER BONDS (ADDITIONALLY SECURED BY PLEDGED REVENUES) PROPOSAL:

Shall the Board of Supervisors of Carson City, Nevada, be authorized to incur a general obligation indebtedness (additionally secured by pledged revenues) on behalf of the City by the issuance at one time, or from time to time, of the City's general obligation sewer bonds, in one series or more, in the aggregate principal amount of not exceeding \$4,875,000 for the purpose of acquiring, constructing, improving and equipping City sewerage projects as defined in NRS 244A.0505, which includes drainage and flood control projects, such bonds to mature not later than thirty (30) years from the date or respective dates of the bonds, payable from general (ad valorem) taxes (except to the extent pledged revenues and other monies are available therefor), and to be issued and sold at, above, or below par at an effective interest rate (including any sale discount) not exceeding the statutory maximum rate, if any, as shall be determined at the time of the sale thereof, and otherwise to be issued in such manner, upon such terms and conditions, with such covenants and agreements, and with such other detail as the Board may determine, including at its option but not necessarily limited to provisions for the redemption of bonds prior to maturity without or with the payment of a premium?

(the "Proposal"); and

The above Proposal was previously approved by the Debt Management Commission of Carson City, Nevada.

The Board has determined that the Bonds to be issued for the purpose of financing sewer projects for the City (as further described in the above Proposal) will be additionally secured by a pledge of the "pledged revenues." The Board has, in addition, determined, based upon a revenue study, that the pledged revenues will at least equal the amount required in each year for the payment of the interest on and the principal of the Bonds.

All persons interested are hereby advised that the Board will hold a public hearing on the Proposal at a regular meeting to be held on January 4, 2018 at the hour of 8:30 a.m. at the Community Center, 851 East William, Carson City, Nevada. All persons are invited to attend and to be heard regarding the Proposal. Further information regarding the Proposal, the Project to be financed by the Bonds, the Bonds and the revenues to be pledged to the Bonds, and all proceedings, are on file in the office of the City Clerk, 885 East Musser Street, Suite 1028, Carson City, Nevada, and can be seen and examined by interested persons during the regular office hours of the City Clerk.

BY ORDER of the Board of Supervisors, Carson City, Nevada, dated November 16, 2017.
Susan Merriwether, Carson City Clerk
By: K. King, Chief Deputy (seal)

Pub: November 26, December 3, 10, 2017

Ad#0000151659